

1 ENGROSSED HOUSE  
2 BILL NO. 2838

By: McCall of the House

3 and

4 Newberry of the Senate

5  
6  
7 An Act relating to public finance; amending 62 O.S.  
8 2011, Section 517.3, which relates to the Oklahoma  
9 Security for Local Public Deposits Act; authorizing  
10 redeposit of certain funds; requiring insurance of  
11 principal and interest by the Federal Deposit  
12 Insurance Corporation; and providing an effective  
13 date.

14 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

15 SECTION 1. AMENDATORY 62 O.S. 2011, Section 517.3, is  
16 amended to read as follows:

17 Section 517.3 A. All public deposits made by a treasurer of a  
18 public entity in financial institutions shall be secured as provided  
19 for in the Security for Local Public Deposits Act. As used in this  
20 section, "public deposits" means all forms of demand deposits or  
21 time deposits, but shall not include other investments authorized by  
22 statute which are made by a treasurer of a public entity.

23 B. The treasurer of every public entity shall deposit daily,  
24 not later than the immediately next banking day, all funds and  
monies of whatsoever kind that shall come into the possession of the

1 treasurer by virtue of the office, in one or more financial  
2 institutions that have been designated as either state or county  
3 depositories, or both, and the acceptance of any such deposit from  
4 any such treasurer shall be tantamount to adoption, in relation  
5 thereto, of the same privileges and conditions, other than  
6 collateral security, as are now provided by law in acceptance of  
7 designation as state or county depositories. The treasurer may  
8 establish a depository or depositories for demand accounts in  
9 financial institutions outside of the governmental or municipal area  
10 of the treasurer but within this state; provided, that the treasurer  
11 of a public entity may authorize any designated depository within  
12 this state to redeposit funds of the public entity into interest-  
13 bearing demand-deposit accounts in one or more federally insured  
14 financial institutions; and provided further, that the full amount  
15 of principal and any accrued interest of each such demand-deposit  
16 account shall be insured by the Federal Deposit Insurance  
17 Corporation. The State Treasurer is hereby authorized to be the  
18 official depository for the treasurer of any county, and for the  
19 treasurer of any city or board of education where such city or  
20 school district has a population of five thousand (5,000) or more  
21 inhabitants but only for deposit of remaining fund balances in  
22 inactive funds and not for checking purposes. The county treasurer  
23 is hereby authorized to be official depository for the treasurer of  
24 any city, town, or board of education.

